# CDPH/WIC Program Update

November 12, 2013



# **Cost Containment Strategies**

- Regulations
- Vendor authorization criteria
- Food changes
- Vendor oversight
- Staffing
- Vendor peer groups and reimbursement methodology
- Moratorium



## AB 2322

- CDPH/WIC is using the stakeholder process outlined in AB 2322 (Gatto, Chapter 787, Statutes of 2012).
- Vendor authorization criteria
- Authorized foods
- Vendor peer groups and reimbursements



# Vendor Authorization Criteria

### Key changes

- SNAP authorized
- biannual submission of shelf prices

## Stakeholder input is critical

- many adjustments based on stakeholder input
- extended effective date of SNAP criteria
- testing new shelf price system before official data entry period

# **Food Changes**

#### Goal

 reduce costs without impacting the benefits that participants receive

### **Key Changes**

- infant food pouches no longer authorized
- Infant cereal package size adjustment
- beans and peanut change choice

Stakeholder input



# Vendor Oversight and Staffing

#### Goal

- Support vendors to be compliant
- Take appropriate and timely action when needed

### **Key Changes**

- Local Vendor Liaisons (LVLs)
- Automating internal systems
- Increased presence in the community
- Internal staffing review and redirections

# Peer Groups and Reimbursements

### Changes pending

CDPH/WIC is working closely with USDA to finalize changes

### Stakeholder input is critical

- stakeholder input will be solicited and considered before finalizing any changes
- CDPH/WIC has initiated routine calls with vendor associations to keep them apprised of what is happening. The last call was November 7.

## Moratorium

- USDA will continue the moratorium until strategies are implemented and evaluated.
- CDPH/WIC has approved 42 exemptions since USDA approved criteria in June 2013.
- USDA will not approve exemptions on a case by case basis.



# Moratorium Exemption Criteria

### Standard criteria

Participant access

## New criteria approved June 2013

- Existing vendors
- Previously authorized location
- Request within 6 months of transfer

